

## Wheat Domestic Fundamentals:

- **Wheat procurement volume has improved considerably in the last week of April** despite sluggish start in the first fortnight. It may improve further once arrivals in Punjab increases. Till 30th April, FCI and other procurement agencies had procured 178 lakh tonne wheat. It is almost 30 percent lower than last year till date. Uttar Pradesh, Bihar and Punjab would contribute higher volume from Mid May as harvesting started at least three weeks delay. Govt. has set procurement target at 31 million tonne wheat this year. The target seems within reach as procurement in Punjab and Uttar Pradesh is yet to pick up.
- **Uttar Pradesh and Bihar would contribute more wheat this year to the central pool** kitty as production in both states are said to be satisfactory, slightly higher than last year. Harvesting in both the states continued and higher arrivals are expected from mid May. Reports from Bihar suggest that farmers are getting 11 to 12 qt. wheat per bigha this year against 10 to 10.5 qtl. last year. Average yield in western U.P. is normal while eastern U.P., as report suggests, may realized 5 to 7 percent higher yield this year.
- **States like M.P. and Rajasthan have not contributed as per expectation** till now. Quality/crop loss in M.P., Rajasthan too remains a problem at procurement front. In Madhya Pradesh the arrival dropped from 4.25 million tonnes to 3.17 million tonne.
- **Given tight global stocks position, freeze damage, drought conditions in Canada**, political uncertainty in the Ukraine and possibility of lower production in Australia due to impending El-Nino impact, wheat prices should remain relatively strong through June and into July in the global wheat market. It may disrupt normal supply chain and demand for Indian wheat may increase. At this point of time FoB of India is around \$278.37 as compare to \$295 of Ukraine.

## International Market Update:

- **A group of animal feed makers in the Philippines** has purchased 52,500 tonnes of Australian-origin feed wheat at \$325.25/tonne C&F form June-July shipment.
- **Canada's total wheat area could decrease 4.8% to 24.8 million acres in 2014.** Specifically, seeding intentions for spring wheat show a 5.6% decline from 2013 to 18.0 million acres in 2014, while acreage of durum wheat is expected to decrease 2.6% to 4.8 million acres.
- **In Saskatchewan, intentions show spring wheat acreage falling to 8.6 million acres in 2014**, down 9.2% from 2013. Durum wheat acreage is expected to fall 1.5% to 4.3 million acres.
- **IGC has revised down Global Wheat production estimate** from 709 million tonne(2013-14) to 700 million tonne in 2014-15.

## Domestic market Outlook:

Cash wheat market is likely to trade steady to slightly firm due to export demand.

NCDEX Wheat Futures							Date:03:05:2014		
Contract	+/-	Open	High	Low	Close	Volume	Change	OI	Change
May-14	-4	1559	1560	1552	1553	1,560	-2,460	5,790	-1,240
Jun-14	-10	1584	1589	1579	1579	1,020	-2,230	9,350	-40
July-14	-7	1615	1616	1609	1610	320	-280	4,210	-110

Spread	Mar-14	Apr-14	May-14	June-14
Spot	-18			
May-14		26		
Jun-14			31	
July-14				-

Stocks	Demat	In-Process	Total	FED
	5-5-2014	5-5-2014	5-5-2014	5-5-2014
Delhi	-	-	-	-
Itarsi	-	-	-	-
Kanpur	-	-	-	-
Kota	1900	249	2149	1900
Rajkot	-	-	-	-

## Wheat (CBOT) On 5.5.2014(Bushels/Cent)

Contract	Open	High	Low	Close	+/-
14-May	836.5	847.25	831.75	838.75	7
14-Jul	828	843	821.75	832	10.25
14-Sep	828.25	843.75	823.5	833.25	9.75
14-Dec	832	847.75	827.75	837	9.25
15-Mar	834	847	827.25	836.75	9.5
15-May	826.75	831.75	817.75	827.5	9.75

## Wheat Daily Prices and Arrivals on 6.5.2014

Centre	Market	Variety	Prices (Rs/Qtl)		Change
			6-May-14	05-May-14	
Delhi	Lawrence Road	Mill Delivery	1540	1535	5
	Narella	Mill Quality Loose	1475	1485	-10
	Nazafgarh	Mill Quality Loose	1500	1500	Unch
Gujarat	Rajkot	Mill Delivery	1625	1640	-15
	Ahmedabad	Mill Delivery	1650	1650	Unch
	Surat	Mill Delivery	1670	1675	-5
M.P.	Bhopal	Lokwan	1725	1700	25
	Indore	Mill Delivery	1560	1560	Unch
Rajasthan	Kota	Mill Quality Loose	NA	1520	-
		Mill Delivery	NA	1500	-
U.P.	Kanpur	Mill Delivery	1540	1525	15
	Mathura	Mill Quality Loose	1450	1440	10

	Kosi	Mill Quality Loose	NA	NA	-
	Hathras	Mill Quality Loose	1400	1400	Unch
	Aligarh	Mill Quality Loose	1415	1425	-10
<b>Punjab</b>	Khanna	Mill Quality Loose	1410	1410	Unch
	(Ludhiana)Jagraon	Mill Delivery	1500	1490	10
<b>Haryana</b>	Sirsa	Mill Delivery loose	1400	1400	Unch
	Hodal	Mill Delivery	1565	1550	15
	Bhiwani	Mill Quality Loose	1440	1430	10
	Karnal	Mill Quality Loose	1400	1400	Unch
	Panipat	Mill Quality Loose	1400	1400	Unch
<b>Tamil Nadu</b>	Chennai	Mill Quality	NA	1875	-
	Madurai	Mill Quality	NA	1932	-
	Coimbatore	Mill Quality	NA	1932	-
<b>Bihar</b>	Sitamari	Mill Delivery	1550	1550	Unch
	Khagariya	Mill Delivery	NA	NA	-
<b>FOR</b>	Kandla(Rajasthan-Kota)	Mill Quality	NA	1670	-
	Gandhidham(Rajasthan-Kota)	Mill Quality	NA	1670	-

Centre	Market	Variety	Arrivals (Bags/Qtl)		Change
<b>Delhi</b>			<b>6-May-14</b>	<b>5-May-14</b>	
	Lawrence Road	Mill Delivery	7000	10000	-3000
	Narella	Mill Quality Loose	5000	3500	1500
	Nazafgarh	Mill Quality Loose	500	600	-100
<b>Gujarat</b>	Rajkot	Mill Quality Loose	8000	9000	-1000
	Ahmadabad	Mill Delivery	NA	NA	-
<b>M.P.</b>	Bhopal	Lokwan	6000	6000	Unch
	Indore	Mill Quality Loose	5000	7000	-2000
<b>Rajasthan</b>	Kota	Mill Quality	NA	3000	-
<b>U.P.</b>	Kanpur	Mill Quality Loose	1200	1100	100
	Mathura	Mill Quality Loose	10000	10000	Unch
	Kosi	Mill Quality	NA	NA	-

		Loose			
	Hathras	Mill Quality Loose	750	750	Unch
	Aligarh	Mill Quality Loose	10000	10000	Unch
Punjab	Khanna	Mill Quality Loose	25000	20000	5000
	(Ludhiana)Jagraon	Mill Quality Loose	5000	10000	-5000
Haryana	Sirsa	Mill Quality Loose	3000	2000	1000
	Hodal	Mill Quality Loose	2000	1500	500
	Bhiwani	Mill Quality Loose	5000	7000	-2000
	Karnal	Mill Quality Loose	10000	12000	-2000
	Panipat	Mill Quality Loose	20000	25000	-5000

Wheat Products Delhi	6-May-14	5-May-14	Change
Atta (50kg) Ordinary	960	960	Unch
Maida Grade 1 (90kg)	2112	2112	Unch
Maida Grade 1 (50KG)	1155	1155	Unch
Suji (50kg)	1180	1180	Unch
Chokar (50 kg)	666	666	Unch
Chokar (34 kg)	417	417	Unch
Chakki Atta (50kg)	985	985	Unch
Chakki Atta (50kg) Special	985	985	Unch
Chakki Atta (90kg) Superfine	1816	1816	Unch
Chakki Atta (50kg) Superfine	990	990	Unch

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